



2003 CROP INSURANCE FACT SHEET

Wisconsin APPLES

THIS FACT SHEET POINTS OUT CERTAIN FEATURES OF CROP INSURANCE AND IS NOT INTENDED TO BE COMPREHENSIVE. THE INFORMATION BELOW NEITHER MODIFIES NOR REPLACES TERMS AND CONDITIONS OF THE BASIC PROVISIONS, CROP PROVISIONS, OR COUNTY ACTUARIAL DOCUMENTS. CONTACT A CROP INSURANCE AGENT FOR FURTHER DETAILS.

CROP INSURED

The crop insured will be all the apples in the county in which you have a share, that are adapted to the area, have produced at least an average of 150 bushels per acre, and the orchard is acceptable to us.

COUNTIES INSURED

Bayfield Brown Chippewa Crawford Dane Door Eau Claire Ozaukee Richland
Rock Sauk Trempealeau Washington Waukesha
(Apples may be insurable in other counties and states by Written Agreement)

CAUSES OF LOSS

Adverse Weather Conditions (including hail, frost, freeze, drought, and excess precipitation)

Fire (unless weeds or undergrowth weren't controlled or unmulched pruning debris wasn't removed from the orchard)

Failure of Irrigation Water Supply (if caused by an insured peril that occurs during the insurance period)

Insects*

Plant Disease*

Wildlife

*But not damage due to insufficient or improper application of pest or disease control measures.

IMPORTANT DATES

Sales Closing/Cancellation Date: **November 20, 2002**
Acreage Reporting Date: **December 15, 2002**
Billing Date: **October 1, 2003**
Insurance Begins: **November 21, 2002**
Insurance Ends at harvest or: **November 5, 2003**
Production Reporting Date: **December 15, 2002**

DEFINITIONS

APH Yield

Actual Production History yield used to determine the production guarantee.
The APH Yield is based on up to 5 years of actual and/or assigned yields.

Unit

The insurable acreage used to determine the APH Yield, the Production Guarantee and any indemnity (loss payment).

Production Guarantee

Number of bushels guaranteed per unit. Multiply your APH yield per acre x the coverage level percentage you select x number of acres in the unit.

Price Election

Price of compensation per bushel in case of loss:

Established Price: **\$6.95/bu (fresh)** **\$1.85/bu (process)**
\$6.00/bu Varietal Group A
\$3.95/bu Varietal Group B

APH COVERAGE OPTIONS

Catastrophic Coverage (CAT) 50% of your APH yield and 55% of the Established Price.
Additional Coverage 50, 55, 60, 65, 70 or 75% of your APH yield and up to 100% of the Established Price.

PLAN OF INSURANCE

APH Actual Production History - Production guarantee based on *individual* yield history.
 Optional and basic units are available.

Optional Unit Generally, all the insured crop acreage in a section by share.
Basic Unit Generally, all the insured crop acreage in a county by share. *
 * Reduced Premium

OPTIONAL COVERAGE FOR QUALITY ADJUSTMENT*

Protection against a quality loss due to hail is available for an additional premium.

Option A applies to hail damaged *processing* apples not grading U.S. No. 1 (processing) or better.

Option B applies to hail damaged *fresh market* apples not grading U.S. Fancy or better (the provisions of Option A will automatically apply to any acreage grown for processing when Option B is selected). Choosing Option B requires documented evidence of having previously produced and packed out a crop for the fresh market.

Option C provisions allow optional units and prices by varietal group. See Section 14.

*Not available with the Catastrophic Risk Protection (CAT) Endorsement

LOSS EXAMPLE

(Based on Actual Production History (APH) yield of 250 bu/ac, 75% coverage level, 100% established price (fresh), and one basic unit.)

250	bushels per acre APH yield
x .75	coverage level
187.5	bushel guarantee*
-87.5	bushels per acre actually produced
100	bushels per acre loss
x \$6.95	price election(fresh)
\$695	gross indemnity*
- \$65	estimated premium per acre (varies by county)
\$630	net indemnity*

*Figures shown on a per acre basis; yield guarantees and losses are paid on a unit basis. See policy provisions.

ADMINISTRATIVE FEES

These fees are charged in addition to the insurance premium. The insurance premium is subsidized by USDA.

Catastrophic (CAT) Coverage: \$100/crop/county. (No insurance premium is charged for CAT coverage.)

Additional Coverage: \$30/crop/county.